



*Solid Waste Management  
Interim Financial Report  
For the month ended April 30, 2019*

City of Tacoma, Washington  
Prepared by the Finance Department  
Louis Nguyen, Senior Accountant

---

*This page intentionally left blank*

# Table of Contents

*Note: These financial statements are interim, unaudited reports prepared primarily for the use of management. Not all transactions reported in these statements have been recorded on the full accrual basis of accounting or in accordance with generally accepted accounting principles. Immaterial differences may occur due to rounding.*

Management’s Discussion and Analysis ..... 3

Financial Statements ..... 5

*This page intentionally left blank*

## *Management's Discussion and Analysis*

The management discussion and analysis (MD&A) is prepared for quarter-end reports: March, June, September, and December. Please refer to the prior quarter-end MD&A for interim months.

*This page intentionally left blank*

# *Financial Statements*

**City of Tacoma**  
**Environmental Services Department**  
**Solid Waste Management**  
**Statements of Net Position (Unaudited)**

	April 30,		Increase
ASSETS	2019	2018	(Decrease)
Current assets:			
Cash and equity in pooled investments	\$ 45,046,116	\$ 37,284,306	\$ 7,761,810
Accounts receivable, net	3,143,674	3,309,660	(165,986)
Accrued unbilled revenue	3,592,069	3,329,619	262,450
Restricted cash and equity in pooled investments:			
Debt service funds	3,820,815	1,967,563	1,853,252
Customer deposits	45,385	68,963	(23,578)
Construction funds	4,152,150	4,098,355	53,795
Total restricted cash and equity in pooled investments	8,018,350	6,134,881	1,883,469
Total current assets	59,800,209	50,058,466	9,741,743
Noncurrent assets:			
Restricted cash and equity in pooled investments:			
Bond reserves	2,109,500	4,723,150	(2,613,650)
Capital assets:			
Land	2,855,763	2,855,763	-
Buildings	61,767,413	61,774,244	(6,831)
Landfill infrastructure	68,074,220	67,541,082	533,138
Machinery and equipment	52,065,209	52,322,976	(257,767)
Computer software	5,124,775	5,090,833	33,942
Less: accumulated depreciation	(112,451,133)	(108,630,103)	(3,821,030)
Construction in progress	2,002,285	602,734	1,399,551
Total capital assets, net	79,438,532	81,557,529	(2,118,997)
Other noncurrent assets:			
Net pension asset	2,240,216	-	2,240,216
Total other noncurrent assets	2,240,216	-	2,240,216
Total noncurrent assets	83,788,248	86,280,679	(2,492,431)
Total assets	143,588,457	136,339,145	7,249,312
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflow - other post employment benefits	193,712	-	193,712
Deferred outflows - pensions	2,872,905	5,406,673	(2,533,768)
Total deferred outflows of resources	3,066,617	5,406,673	(2,340,056)
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<u>\$ 146,655,074</u>	<u>\$ 141,745,818</u>	<u>\$ 4,909,256</u>

*These statements should be read in conjunction with the Notes to Financial Statements contained in the previous year-end Financial Report*



**City of Tacoma**  
**Environmental Services Department**  
**Solid Waste Management**  
**Statements of Net Position (Unaudited)**

	April 30,		Increase
LIABILITIES	2019	2018	(Decrease)
Current liabilities:			
Accounts payable	\$ 1,251,477	\$ 1,059,257	\$ 192,220
Accrued wages payable and compensated absences	856,779	767,029	89,750
Accrued taxes payable	324,958	277,530	47,428
GASB 31 market rate adjustment	268,582	285,776	(17,194)
Customer deposits	52,560	33,149	19,411
Accrued landfill postclosure care costs	946,999	875,997	71,002
Current portion of long-term debt	1,260,000	1,201,667	58,333
Total current liabilities	4,961,355	4,500,405	460,950
Current payable from restricted assets:			
Deposits payable	45,533	67,760	(22,227)
Accrued revenue bond interest payable	1,066,311	1,109,229	(42,918)
Current portion of long-term debt	900,000	858,333	41,667
Total liabilities payable from restricted assets	2,011,844	2,035,322	(23,478)
Noncurrent liabilities:			
Long-term debt - revenue bonds, net	60,259,248	63,190,430	(2,931,182)
Long-term accrued landfill postclosure care costs	14,777,976	15,478,017	(700,041)
Long-term accrued compensated absences	1,206,341	1,105,686	100,655
Net pension liability	-	5,161,926	(5,161,926)
Net OPEB liability	2,611,190	2,236,868	374,322
Total noncurrent liabilities	78,854,755	87,172,927	(8,318,172)
Total liabilities	85,827,954	93,708,654	(7,880,700)
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Rate stabilization	7,000,000	6,000,000	1,000,000
Deferred inflows - OPEB	44,229	-	44,229
Deferred inflows - pensions	3,813,369	1,112,221	2,701,148
Deferred inflows - gain on refunding bonds	347,933	436,952	(89,019)
Total deferred inflows of resources	11,205,531	7,549,173	3,656,358
<b>NET POSITION</b>			
Net investment in capital assets	28,915,501	28,412,060	503,441
Restricted for:			
Debt service	3,964,004	4,723,150	(759,146)
Net pension asset	2,240,216	-	2,240,216
Unrestricted	14,501,868	7,352,781	7,149,087
Total net position	49,621,589	40,487,991	9,133,598
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>	<u>\$ 146,655,074</u>	<u>\$ 141,745,818</u>	<u>\$ 4,909,256</u>

*These statements should be read in conjunction with the Notes to Financial Statements contained in the previous year-end Financial Report*

**City of Tacoma**  
**Environmental Services Department**  
**Solid Waste Management**  
**Statements of Revenues, Expenses, and Changes in Net Position (Unaudited)**

	Month of April		Year-to-Date April 30,		% Chg
	2019	2018	2019	2018	
<b>OPERATING REVENUES</b>					
Residential collection	\$ 2,463,305	\$ 2,374,672	\$ 9,394,933	\$ 9,229,163	2%
Commercial collection	2,858,230	2,452,722	10,455,525	9,924,622	5%
Disposal revenues	1,085,843	1,008,258	3,493,121	3,421,041	2%
Salvage revenue	36,426	21,970	126,815	86,099	47%
Other operating revenue	74,392	14,159	137,629	64,677	113%
Total operating revenues	6,518,196	5,871,781	23,608,023	22,725,602	4%
<b>OPERATING EXPENSES</b>					
Commercial collection	443,910	398,046	1,638,645	1,496,698	9%
Onsite operations	675,010	687,779	2,451,905	2,616,499	(6%)
Residential collection	784,386	832,064	2,889,040	2,848,440	1%
Other collection services	1,400,392	1,510,322	4,817,684	4,804,888	0%
Support services	1,288,407	1,018,782	4,384,377	3,930,367	12%
Depreciation	461,282	471,961	1,848,732	1,887,600	(2%)
Total operating expenses	5,053,387	4,918,954	18,030,383	17,584,492	3%
Net operating income	1,464,809	952,827	5,577,640	5,141,110	8%
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Investment income	95,654	56,250	368,067	211,163	74%
Rental income	4,753	21,864	12,839	28,393	(55%)
Interest expenses and other related costs	(213,262)	(218,875)	(853,948)	(884,412)	(3%)
Amortization of premium and refunding gain	69,631	73,198	278,522	292,794	(5%)
Other revenues	383	-	527	140,885	(100%)
Gain on sale/disposal of capital assets	-	-	-	279,875	(100%)
Total nonoperating revenue (expenses)	(42,841)	(67,563)	(193,993)	68,698	(382%)
Net income before transfers	1,421,968	885,264	5,383,647	5,209,808	3%
Transfers - gross earnings taxes	(508,975)	(435,527)	(1,911,717)	(1,765,723)	8%
<b>CHANGE IN NET POSITION</b>	912,993	449,737	3,471,930	3,444,085	1%
<b>NET POSITION - JANUARY 1</b>			46,149,659	37,043,906	
<b>NET POSITION - APRIL 30</b>			\$ 49,621,589	\$ 40,487,991	

*These statements should be read in conjunction with the Notes to Financial Statements contained in the previous year-end Financial Report.*



The City of Tacoma does not discriminate on the basis of disability in any of its programs, activities, or services. To request this information in an alternative format or to request a reasonable accommodation, please contact the City Clerk's Office at (253) 591-5505. TTY or speech to speech users please dial 711 to connect to Washington Relay Services.

